

HOUSE BILL 2394  
By Head

AN ACT to amend Tennessee Code Annotated, Section 4-31-105;  
Section 7-88-103; Section 7-88-106; Section 9-4-5301 and  
Title 67, Chapter 6, relative to state-shared taxes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 9-4-5301, is amended by deleting subdivision (1).

SECTION 2. Tennessee Code Annotated, Section 67-6-103(a), is amended by deleting from subdivision (1) the language "Twenty-nine and two hundred forty-six ten-thousandths percent (29.0246%)" and inserting instead the language "Twenty-nine and three hundred ninety-two thousandths percent (29.392%)".

Tennessee Code Annotated, Section 67-6-103(a), is further amended by deleting subdivision (3) in its entirety and inserting instead the language "(3) Four and fifty-nine hundred twenty-five ten-thousandths percent (4.5925%) shall be earmarked and allocated specifically and exclusively to the general fund for the purpose of reducing the state revenue shortfall; provided, that one percent (1%) of this sum, together with an appropriation per annum from the general fund of the state, shall be apportioned and transmitted to the University of Tennessee for use by the university in establishing and operating a municipal technical advisory service in

its institute for public service, and shall be used for studies and research in municipal government, publications, educational conferences and attendance at such conferences and in furnishing technical, consultative and field services to municipalities in problems relating to fiscal administration, accounting, tax assessment and collection, law enforcement, improvements and public works, and in any and all matters relating to municipal government. This program shall be carried on in cooperation with and with the advice of cities and towns in the state acting through the Tennessee municipal league and its executive committee, which is recognized as their official agency or instrumentality; and".

Tennessee Code Annotated, Section 67-6-103(a), is further amended by deleting subdivision (4).

Tennessee Code Annotated, Section 67-6-103, is further amended by deleting subsection (e).

SECTION 3. Tennessee Code Annotated, Section 4-31-105(c), is amended by inserting at the end of subdivision (1) after the language "any particular level" the language "; provided further, that the authority may not identify or include the sales tax provided in Title 67, Chapter 6, as a state-shared tax".

Tennessee Code Annotated, Section 4-31-105(c), is further amended by deleting from subdivision (2) the language "January 1, 1986," and inserting instead the language "July 1, 2000."

Tennessee Code Annotated, Section 4-31-105(c), is further amended by deleting from subdivision (2) the language "(D) The sales tax, distributed pursuant to title 67, chapter 6;".

SECTION 4. Tennessee Code Annotated, Section 7-88-103, is amended by deleting from subdivision (1) the language "state and local sales and use taxes" wherever it appears and inserting instead "local sales and use taxes".

Tennessee Code Annotated, Section 7-88-103, is further amended by deleting the last sentence of subdivision (1).

SECTION 5. Tennessee Code Annotated, Section 7-88-106(a), is amended by deleting the language "state and local sales and use taxes" wherever it appears and inserting instead "local sales and use taxes".

SECTION 6. This act shall take effect July 1, 2000, the public welfare requiring it.